



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: **SB 700** SLS 10RS 1237
Bill Text Version: **ORIGINAL**
Opp. Chamb. Action:

Proposed Amd.:
Sub. Bill For.:

Date: April 19, 2010	9:07 AM	Author: LONG, GERALD
Dept./Agy.: DOTD		
Subject: Permits		Analyst: Travis McIlwain

MOTOR VEHICLES

OR INCREASE SD RV See Note

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Provides relative to special permits for persons hauling forest products. (8/15/10)

Current law allows DOTD to issue annual permits to individuals who operate vehicles hauling agronomic or horticultural crops in their natural state. Proposed law retains present law and further allows DOTD to issue permits to individuals who operate vehicles hauling forest products in their natural state.

EXPENDITURES	2010-11	2011-12	2012-13	2013-14	2014-15	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2010-11	2011-12	2012-13	2013-14	2014-15	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. The Agronomic/Horticultural Permit Fee already exists. This measure allows for loggers to be eligible for utilizing this permit fee and DOTD will be able to handle the additional workload with existing resources.

REVENUE EXPLANATION

The specific revenue impact of this is unknown, but revenues would likely increase. According to DOTD, loggers pay \$10 annually for the Harvest Season Permit Fee. This fee allows for any load hauled in its natural state such as cows, pigs, fish, grain etc., and does not specify commodity. This fee has an Interstate weight limitation of 83,400 pounds and non-Interstate weight limitation of 86,600. Any load in excess of weight limitation is ticketed. The proposed bill includes forest products as an eligible hauled commodity for the Agronomic/Horticultural Permit Fee, which is currently \$100 annually. This fee does not allow for Interstate travel without Federal Statutory Authority (only sugar cane has federal authority under this permit fee) and the non-Interstate weight limitation is 100,000 pounds, which is 16,600 pounds more than the Harvest Season Permit.

According to DOTD, of the approximate 9,000 Harvest Season Permit Fees, approximately 2,250 are vehicles hauling logs, which generates approximately \$22,500 of fee revenues. Upon passage of this bill, these 2,250 would be eligible for the \$100 Agronomic/Horticultural Permit Fee, which would generate \$225,000 if all of these entities switched to the \$100 permit. It is unknown as to how many loggers will purchase the \$100 permit fee and discontinue purchasing the \$10 Harvest Season Permit Fee (some may purchase both).

For illustrative purposes, to the extent that all 2,250 loggers do not purchase the \$10 Harvest Season Permit Fee and purchase the \$100 Agronomic/Horticultural Permit Fee instead, the additional revenue generated would be \$202,500 [(2,250 x \$100) - (2,250 x \$10)]= \$202,500. However, a portion of these loggers might purchase both permits. To the extent all 2,250 purchase both permits, the additional revenue generated is \$225,000.

The permit fee revenues accrue to the Transportation Trust Fund-Regular.

Senate

☐ 13.5.1 >= \$500,000 Annual Fiscal Cost

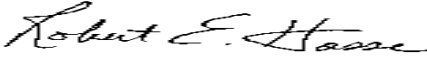
☐ 13.5.2 >= \$500,000 Annual Tax or Fee Change

Dual Referral Rules

House

☐ 6.8(F) >= \$500,000 Annual Fiscal Cost

☐ 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease



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